

**FORM 51-102F3  
MATERIAL CHANGE REPORT**

**Item 1**

**Name and Address of Reporting Issuer:**

Canbud Distribution Corporation (the "**Company**")  
Suite 2500, 120 Adelaide Street West  
Toronto, Ontario M5H 1T1

**Item 2**

**Date of Material Change:**

November 13, 2020

**Item 3**

**News Release:**

A news release was issued by the Company on November 16, 2020, through the facilities of Newsfile Corp., which was subsequently filed on the Company's issuer profile on SEDAR.

**Item 4**

**Summary of Material Changes:**

On November 16, 2020, the Company provided an update on its existing progress and future initiatives. In addition, the Company announced the grant of an aggregate of 6,050,000 options to purchase common shares of the Company exercisable at a price of \$0.125 per share for a period of five years.

**Item 5**

**Full Description of Material Change:**

On November 16, 2020, the Company provided an update on its existing progress and future initiatives. In addition, the Company announced the grant of an aggregate of 6,050,000 options to purchase common shares of the Company exercisable at a price of \$0.125 per share for a period of five years expiring on November 13, 2025 to directors, officers and consultants of the Company. The common shares issuable upon exercise of the options are subject to a four month and one day statutory hold period from the original date of grant.

**Item 6**

**Reliance on subsection 7.1(2) of National Instrument 51-102:**

Not applicable.

**Item 7**

**Omitted Information:**

Not applicable.

**Item 8**

**Executive Officer**

For further information, contact Robert Tjandra, President of the Company by telephone at (416) 847-7312.

**Item 9**

**Date of Report:**

November 18, 2020.

### **Forward-Looking Information**

*This material change report contains forward-looking statements and forward-looking information within the meaning of applicable securities laws. These statements relate to future events or future performance. All statements other than statements of historical fact may be forward-looking statements or information. More particularly and without limitation, this material change report contains forward-looking statements and information relating to future projects and initiatives. The forward-looking statements and information are based on certain key expectations and assumptions made by management of the Company. Although management of the Company believes that the expectations and assumptions on which such forward-looking statements and information are based are reasonable, undue reliance should not be placed on the forward-looking statements and information since no assurance can be given that they will prove to be correct.*

*Forward-looking statements and information are provided for the purpose of providing information about the current expectations and plans of management of the Company relating to the future. Readers are cautioned that reliance on such statements and information may not be appropriate for other purposes, such as making investment decisions. Since forward-looking statements and information address future events and conditions, by their very nature they involve inherent risks and uncertainties. Actual results could differ materially from those currently anticipated due to a number of factors and risks. These include, but are not limited to, the Company's ability to raise further capital and the Company's ability to obtain regulatory and exchange approvals. Accordingly, readers should not place undue reliance on the forward-looking statements and information contained in this material change report. Readers are cautioned that the foregoing list of factors is not exhaustive. The forward-looking statements and information contained in this material change report are made as of the date hereof and no undertaking is given to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws. The forward-looking statements or information contained in this material change report are expressly qualified by this cautionary statement.*